

State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE Lieutenant Governor

May 28, 2004

CERTIFIED RETURN RECEIPT & Regular Mail 7099 3400 0016 8896 0341

Dan Powell

Emery Industrial Resources, Inc. 148 South 100 East

Spanish Fork, Utah 84660

CERTIFIED RETURN RECEIPT & Regular Mail

7099 3400 0016 8896 0358

Steven Powell
Dba Powell Rock
P. O. Box 253
Castle Dale, Utah 84513

also Regular Mail sent to: stephen powell dba Powell Rock 376 Giruard Avenue Price UT 84501

Re: Notice to Cease Mining Operations, Unauthorized Mining Activity, Cherry Hill Park Mine, M/049/021, Utah County, Utah

Dear Messer's Powell:

This Cessation Order formalizes in writing the Division's cease mining order issued verbally to Nelco Contractor's on May 25, 2004, by inspection staff at the Cherry Hill Park mine in Utah County. Division staff observed unauthorized mining activity being conducted at the site without an approved permit to do so. Screening equipment, loaders and haul trucks were being used to remove limestone materials from the site. The contractor was directed to immediately cease all further mining related activity until appropriate permits were in place.

A pending reclamation agreement and bond that would allow screening and removal of certain stockpiled materials from the site has not been concluded. It also has not been received and accepted by the Division. Finally, even under this agreement, no work is to proceed with out Division approval as to what material is to be removed. The Agreement if finalized is **not** a permit for mining except to remove the stockpiled material. Therefore, these mining activities have been conducted in direct violation of the Mined Land Reclamation



Dan & Steven Powell Page 2 of 2 Cherry Hill Park – Cessation Order May 28, 2004

Act and a prior Board Order issued on May 28, 2003, that terminated your small mine permit, required you to cease all mining activities and to reclaim the site.

You and/or your contractor are hereby directed to immediately cease all mining activity, including the removal of any stockpiled materials, until a permit or other appropriate authorization has been obtained from this office.

Your refusal or failure to comply with these requirements will result in enforcement action, including but not limited to: immediate reclamation of all impacted areas, fines, civil penalties, and other provisions as authorized under state law. Under Section 40-8-9 and 40-8-9(1) Utah Code, any person who willfully and knowingly evades the Mining Act or an order is subject to civil and criminal penalties.

Please contact Steve Alder, Division counsel at (801) 538-5348 to make arrangements to resolve this matter at your earliest convenience. Thank you for your immediate attention to this matter.

Sincerely

Mary Ann Wright

Associate Director, Mining

MAW:WH:jb

cc: Sidney B. Unrau, Esq. - Attorney for Dan Powell (via fax)

Larry Jensen - NELCO Contractors, Inc. Randy Scott - Sunnyside CoGeneration Assoc.

James T. Jensen - Savage Services

E. J. Stokes

Steve Alder, AAG

Alison Garner, AAG

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